

DEPARTMENT of ENVIRONMENT and NATURAL RESOURCES
Minerals & Mining Program - Oil & Gas Section
2050 West Main, Suite #1, Rapid City, SD 57702-2493
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DEPT OF ENVIRONMENT & NATURAL RESOURCES - RAPID CITY

## State of South Dakota RES

Type of work:  Drill New W	ell Reenter We	II Drill Direct	ional Well	Type of we ✓ Oil W		Well Injection
Other						
Name and Address of Operator:  Nakota Energy LLC  PO Box 342, Faith SD 57626  Telephone (910) 409-3588						
Name and Address of Surface Owner:						
City of Faith		PO Box 8, Faitl	n SD 5762	6		
Name and Address of Drilling Contractor and Rig Number: Rapid Drilling 22478 Bennett Road, Rapid City SD 57701						
Surface Location of well: Qtr-Qtr, Sec, Twp, Rge, County, feet from nearest lines of section, and latitude and longitude (if available):						
SW1/4NE1/4 Sect. 21 T12N-R17E Meade County 573.2' FNL & 614.7' FEL 6F						
If Directional, top of pay and bottom hole location from nearest lines of section: $\lesssim \omega \mathcal{N} \mathcal{E}$						
Acres in Spacing (Drilling) Unit  Description of Spacing Unit						
40 SW1/4NE1/4 Sect. 21 T12N-R17E						
Well Name and	Elevation	Field and P	ool, or Wildcat	Proposed	Depth and Formation	
Nakota-Faith 3-21-12-17		2,492.9'	Faith Field		3,000' M	osby Sandstone
Size of Hole 1) 13 1/4" 2) 7 7/8" 3) 4)	Size of Casing 9 5/8" 5 1/2"	Weight per Foot 27.00 lb. 15.50 lb.	Depth 800' 3,000'	Class G 370	gram (amount, typ Sks 15lb/gal ent as required	surface to 800'
Describe Proposed Operations (Clearly State all Pertinent Details, and Give Pertinent Dates, Including Estimated Date of						
Starting any Proposed Work). Use additional page(s) if appropriate.  Plan is to test two zones; the Turner at approx. 2,100' and the Eagle at approx. 1,100'. Oil shows in other formations will be evaluated and possibly tested as drilling proceeds.  Proposed date of starting is June 1/11.						
I hereby certify that the foregoing as to any work or operation performed is a true and correct report of such work or operation.						
Signature		W.J. Sutton Name (Print)			Manager Title	05/06/2011 Date
FOR OFFICE USE ONLY						
Approved By: Title: Oil and Gas Supervisor						
Permit No. 1994 API No. 40 093 20033 Date Issued: May 25, 2011 Conditions, if any, on attached page.						